

COMMODITY

Report

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EVERYTHING YOU
NEED TO KNOW
ABOUT THE COMMODITY



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ECONOMIC / GLOBAL NEWS

- Crude-oil futures dropped to settle at nearly two-week lows as traders played down the potential impact of Hurricane Michael on energy infrastructure in the Gulf of Mexico and as risk-off sentiment fueled sharp losses in the stock market. West Texas Intermediate crude for November delivery, on the New York Mercantile Exchange fell \$1.79, or 2.39%, to settle at \$73.17 a barrel-its lowest finish since Sept. 27. MCX Gold October expiry closed at Rs. 5454 per barrel, down 2.15%.
- U.S. producer price index for final demand increased by 0.2% in September after edging down by 0.1% in August. Core producer prices still rose by 0.2% in September after slipping by 0.1% in August. The annual rate of producer price growth slowed to 2.6% in September from 2.8% in August, while the annual rate of core producer price growth accelerated to 2.5% from 2.3%.
- U.S. wholesale inventories jumped by 1.0% in August after rising by 0.6% in July.
- The American Petroleum Institute reported that U.S. crude supplies rose 9.7 million barrels for the week ended Oct. 5. The supplies of gasoline climbed by 3.4 million barrels, while distillates fell 3.5 million barrels.
- U.K. gross domestic product remained unchanged after expanding 0.4% in July.
- U.K.'s visible trade deficit widened to GBP 11.19 billion from GBP 10.38 billion in July.
- U.K. industrial production grew 0.2% in August but slower than the 0.4% increase seen a month ago. Meanwhile, manufacturing output shrank 0.2% after showing nil growth. On a yearly basis, both industrial and manufacturing output grew 1.3% each.
- France's industrial production climbed 0.3% in three months in August from July, the weakest since May when it remained flat. Production had increased 0.8% in July.
- Japan's producer prices were up 0.3% on month in September - following the flat reading in August. On a yearly basis, producer prices were up 3.0% - unchanged from the previous two months.

INDEX	10-OCT-18	09-OCT-18	PTS. CH.	% CHANGE
Dow	25609.83	26430.57	-820.74	-3.11
Nifty	10460.10	10301.05	159.05	1.54
Sensex	34760.89	34299.47	461.42	1.35
USD/INR	74.20	74.39	-0.19	-0.26
Dollar Index	95.18	95.35	-0.17	-0.18
Euro/\$1US	1.1533	1.1490	0.0043	0.37
\$1US/Yen	112.09	112.95	-0.86	-0.76
Pound/\$1US	1.3205	1.3144	0.0061	0.46

MARKET UPDATE

- U.S. stocks slumped to close sharply lower as the Dow Jones Industrial Average sank more than 800 points and the S&P 500 had its worst day since February as technology stocks went into a freefall. The S&P 500 index lost 94.66 points, or 3.3%, to 2,785.68. The Nasdaq Composite Index fell 315.97 points, or 4.1%, to 7,422.05, its biggest decline of 2018.
- Indian market spurted, supported by value buying after recent steep fall in share prices. The central bank's decision to inject liquidity into the system through purchase of government bonds also improved sentiment

CURRENCY UPDATE

- The British pound gained against its major rivals as currency traders focused on progress in talks between the U.K. and the European Union, as Britain attempts to amicably exit from the trading bloc with a trade arrangement in tow. Indeed, the British pound rose above its 10-day high Wednesday to \$1.3217, up 0.5% on the day, compared with \$1.3142. Meanwhile, the dollar, as measured by the ICE U.S. Dollar Index was trading lower at 95.502. The euro was trading at \$1.1522 against bucks, compared with \$1.1493. The yen was last trading at ¥112.51, versus ¥112.95 in the prior session.
- The rupee snapped its six-session losing streak to end 19 paise higher at 74.20 against the US dollar after the American currency weakened overseas. At the Interbank Foreign Exchange (Forex), the domestic unit opened higher at 74.18 and advanced to 74.05 on fresh dollar selling by exporters amid weakness in the greenback against some currencies overseas. However, the rupee erased some gains and finally settled for the day at 74.20 -- up by 19 paise, registering its first rise after sixth straight sessions of losses. The rupee tumbled 33 paise to finish at a fresh lifetime low of 74.39 against the US dollar. The FBIL set the reference rate for the dollar at 74.1316 per dollar.

BULLION	CLOSING		% CH
	10-OCT-18	09-OCT-18	
Gold Dec MCX	31381	31283	0.31
Gold Dec Comex	1193	1192	0.16
Silver Dec MCX	38485	38621	-0.35
Silver Dec Comex	14.326	14.400	-0.51
ENERGY			
Crude Oil Oct MCX	5454	5574	-2.15
Crude Nov Nymex	73.17	74.96	-2.39
Natural Gas Oct MCX	242.90	241.10	0.75
Nat. Gas Nov Henry Hub	3.284	3.266	0.55

NAME OF THE ETF	HOLDINGS IN TONNES AS ON		% CH
	10-OCT-18	09-OCT-18	
SPDR Gold ETF	738.99	730.17	1.21
iShares Silver Trust	10354.73	10354.73	0.00

NAME OF THE ETF	CLOSING		RATIO
	10-OCT-18		
Gold v/s Silver	1193	14.326	83.30
Gold v/s Crude Oil	1193	73.17	16.31

(IN TONS)	LME INVENTORIES DATA			% Change
	10-OCT-18	09-OCT-18	Change	
Aluminum	948425	955950	-7525	-0.79
Copper	173500	177850	-4350	-2.45
Nickel	225528	226044	-516	-0.23
Lead	116225	116350	-125	-0.11
Zinc	194575	198175	-3600	-1.82

BASE METALS	CLOSING		% CH
	10-OCT-18	09-OCT-18	
Aluminium Oct	151.80	152.90	-0.72
Copper Nov	458.70	463.20	-0.97
Nickel Oct	943.30	960.10	-1.75
Lead Oct	142.30	143.45	-0.80
Zinc Oct	196.20	202.90	-3.30

ECONOMIC CALENDER

THURSDAY OCTOBER 11 2018

TIME	COUNTRY	EVENT	ACTUAL	FORECAST	PREVIOUS
2:00 AM	U.S.	API Weekly Crude Oil Stock	9.750M	5.082M	0.907M
4:31 AM	U.K.	RICS House Price Balance (Sep)	-2%	2%	1%
5:20 AM	Japan	PPI (YoY) (Sep)	2.3%	2.9%	3.0%
5:20 AM	Japan	PPI (MoM) (Sep)	0.3%	0.2%	0.4%
Tentative	China	M2 Money Stock (YoY)		8.5%	8.2%
12:15 PM	France	French CPI (YoY)		2.2%	2.2%
12:15 PM	France	French CPI (MoM) (Sep)		-0.2%	0.5%
6:00 PM	U.S.	Continuing Jobless Claims		1,660K	1,650K
6:00 PM	U.S.	Core CPI (MoM) (Sep)		0.2%	0.1%
6:00 PM	U.S.	Core CPI (YoY) (Sep)		2.3%	2.2%
6:00 PM	U.S.	CPI (YoY) (Sep)		2.4%	2.7%
6:00 PM	U.S.	CPI (MoM) (Sep)		0.2%	0.2%
6:00 PM	U.S.	Initial Jobless Claims		206K	207K
8:00 PM	U.S.	Natural Gas Storage		91B	98B
8:30 PM	U.S.	Crude Oil Inventories		2.620M	7.975M
8:30 PM	U.S.	EIA Weekly Distillates Stocks		-2.005M	-1.750M
8:30 PM	U.S.	Gasoline Inventories		-0.042M	-0.459M
11:30 PM	U.S.	Federal Budget Balance			-214.0B

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